

Department of Administration Intergovernmental Relations Division Tom Barrett Mayor

Sharon Robinson Director of Administration

Paul Vornholt
Director of Intergovernmental Relations

February 1, 2011

Senator Randy Hopper

Members of the Senate Committee on Economic Development, Veterans and Military Affairs

Re: Testimony on 2011 Senate Bill 11

Chair Hopper and Honorable Committee Members, thank you for the opportunity to testify before you on this matter today.

In December of 2008, the City of Milwaukee Common Council approved the creation of a Tax Incremental Financing District known as the Bishops Creek Redevelopment. This project is located at the northern end of the 30th Street Corridor, an area that has become a redevelopment priority for the City due to high unemployment, blighted conditions, and a lack of previous reinvestment in the area. The TID is providing funding for environmental remediation, housing development, and repairs and renovation of the neighborhood housing stock.

The City intended to have the Department of Revenue certify the TID base value as of December 31, 2009. Due to an oversight, the proper documentation for the certification request was not submitted until May of 2010, causing the DOR to lose the ability to certify the base value of the TID. Due to this, the TID is not able to collect incremental revenue to pay back the debt that has already been accumulated by the district, and plans for proceeding with the District's project plan have stalled.

SB 11 will provide the authority for the Department of Revenue to certify the base value of the TID and allow for the collection of annual incremental revenue. If this bill does not proceed, \$1.2 million of borrowing will have to be repaid from the City's general fund and will be borne by the City's taxpayers instead of being repaid by the increasing TID value.

I encourage the committee to approve this legislation. Similar legislation has been passed on seven separate occasions since 1995. I will provide a listing of the past legislation with a copy of my testimony.

Thank you for your consideration of these comments. Feel free to contact me at (414) 286-3336 for any discussion of this legislation or the TID.

Sincerely,

Joe'Mar Hooper Legislative Fiscal Manager

Legislative Session	Statute Change/Added	WI Act	Manner of Approval	Original Intro	Introducing Member	Affected Municipality
1995	66.1105 (5) (be)	335	Regular Session	SB 433 AB 839	Sen. Jauch Rep. Linton	
1999	66.1105 (5) (bf)	9	Budget			
2001	66.1105 (5) (bg)	5	Regular Session	SB 7	Sen. Moen Rep. Musser	Tomah
2001	66.1105 (5) (bh)	16	Budget			
2007	66.1105 (5) (bi)	2	Regular Session	AB 19	Reps. Suder & Petrowski	Edgar
2007	66.1105 (5) (bp)	41	Regular Session	SB 332 AB 621	Sen. Breske Rep. Meyer	Rhinelander
2009	66.1105 (5) (bq)	5	Regular Session	SB 7	Sen. Kreitlow Reps. Dexter, Wood, & Suder	Chippewa Falls



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LENA C. TAYLOR

Wisconsin State Senator • 4th District

HERE TO SERVE YOU!

Senate Bill 11 – Bishop's Creek TID Certification Testimony of Senator Lena C. Taylor

Committee on Economic Development & Veterans & Military Affairs
Tuesday, February 01, 2011

Honorable Chairman Hopper and members of the committee,

Thank you for holding this public hearing today on Senate Bill 11, a simple bill that will correct errors in the certification of the Bishop's Creek TID in Milwaukee and save Milwaukee property taxpayers 1.27 million dollars.

Milwaukee TIF District #72, also known as "Bishop's Creek TID", was created in 2008 by the City of Milwaukee to provide for redevelopment of the blighted area in and around the Bishop's Creek Redevelopment. According to the City of Milwaukee, this TID is intended to fund up to \$1,585,000 in expenditures for the following:

- Environmental remediation
- New housing development
- Local housing stock renovation and repair

Bishop's Creek TID is in the immediate area surrounding the Holy Redeemer Church of God In Christ complex which houses a church, schools, community center, and a Boys & Girls Club. Part of the redevelopment includes construction of a new school, a hotel, and new housing projects in the area. It is an exciting opportunity to help revitalize and renew this neighborhood in Milwaukee.

Due to a clerical oversight at the City, the Department of Revenue was unable to certify the base value of TID #72. Without that certification, Milwaukee property taxpayers will be on the hook for the 1.27 million dollars of expenditures made from that account. This bill will allow the DOR to certify the base for the TID and the City of Milwaukee to continue with this project. In the years since creating TID legislature, the Legislature has taken a similar action 7 times to correct these errors.

I encourage your support of the bill.

Thank you.